

AUGUST 25, 1964

The item below was filed by the A. P. to accompany it's coverage of Senator Goldwater's speech at the Veterans of Foreign Wars national convention.

A8500

INSERT (180)

CLEVELAND--NL GOLDWATER (A57CO) INSERT AFTER 7TH GRAF: GOLDWATER X X X VIET NAM.

WALTER MATTHIAS, A CIA OFFICER, IN A JUNE REPORT ON VIET NAM MADE PUBLIC YESTERDAY, SAID THERE ARE "SERIOUS DOUBTS THAT VICTORY CAN BE WON" BUT THAT "A PROLONGED STALEMATE CAN BE ATTAINED" WITH CONTINUED U. S. AID.

MATTHIAS ADDED THAT "THERE IS ALSO A CHANCE THAT POLITICAL REVOLUTION WITHIN THE COUNTRY AND DEVELOPMENT UPON THE WURLD SCENE COULD LEAD TO SOME KIND OF NEGOTIATED SETTLEMENT BASED UPON NEUTRALIZATION."

THE ADMINISTRATION DEFENDED THE PITHT OF A CIA OFFICER TO WAKE A PESSIMISTIC REPORT BUT SAID A POSSIBLE NEGOTIATED SETTLEMENT BASED ON NEUTRALIZATION DOES NOT REPRESENT U. S. POLICY. IT ORDERED AN INVESTIGATION TO DETERMINE HOW A CHICAGO NEWSPAPER OBTAINED THE SUBSTANCE OF MATTHIAS. REPORT WHICH HAD BEEN OFFICIALLY CLASSIFIED AS SECRET.

"STUDIES AND ANALYSES OF THIS KIND AND FREQUENTLY WRITTEN WITHIN THE GOVERNMENT," ROBERT J. MCCLOSKEY, STATE DEFARTMENT PRESS OFFICER TOLD NEWSMEN. "SUCH A PAPER IS NOT, NOR DUES IT PURPORT TO BE A STATEMENT OF POLICY ON ANY OF THE SUBJECTS WRICH IT DISCUSSES."

ADMINISTRATION OFFICIALS SAID THERE IS A NEED FOR INTELLIGNECE OFFICERS TO "CALL THE SHOTS AS THEY SEE THEM" OBJECTIVELY AND WITHOUT REFERENCE TO PARTISAN POLITICS."

THE SENATOR X X 8TH GRAF (A57CO)

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